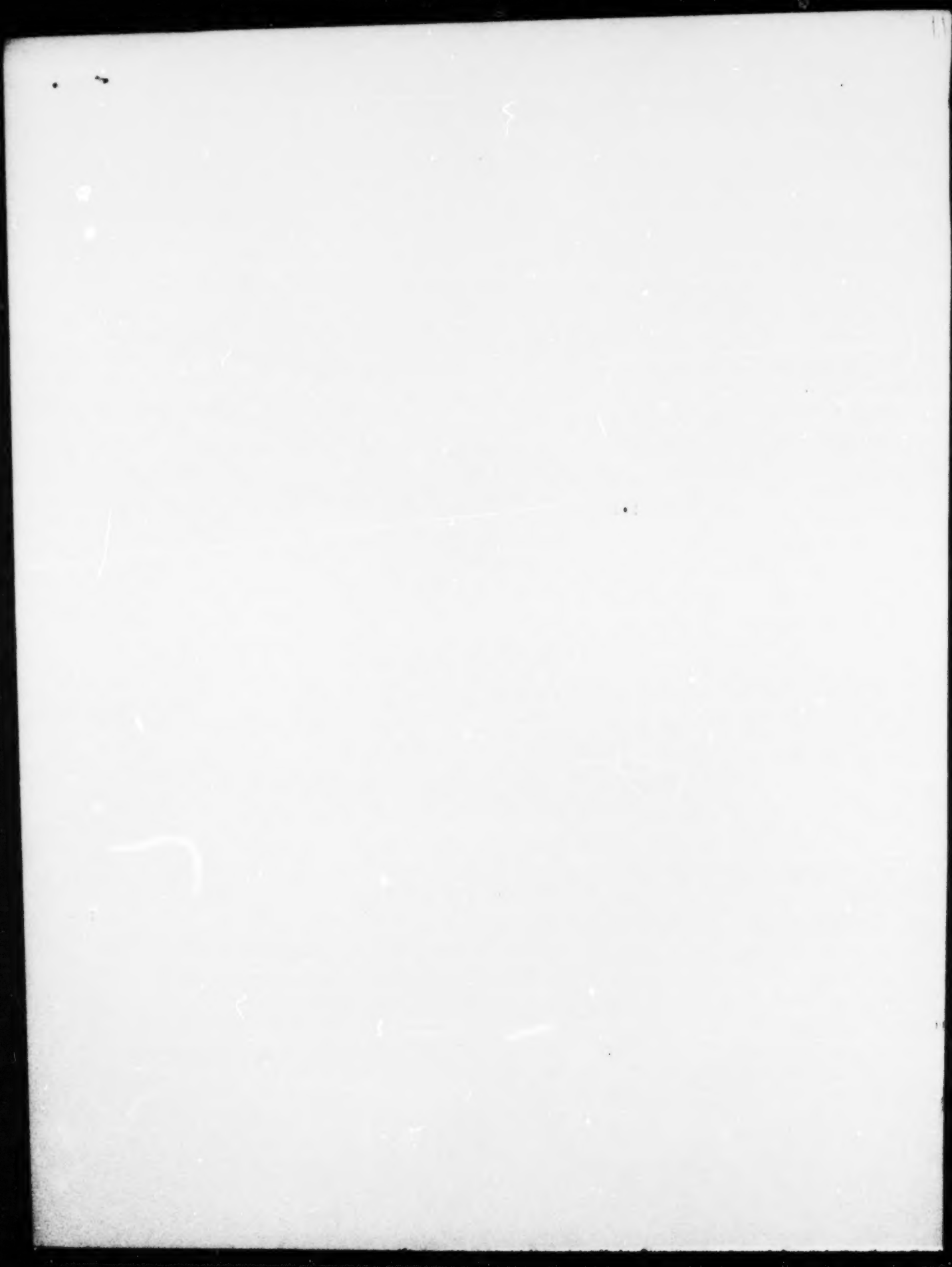




Government of
Saskatchewan

Annual Report 1981-82

Judges of the Provincial Court Superannuation Fund





Regina, Saskatchewan.
June 30, 1982.

His Honour C. Irwin McIntosh,
Lieutenant Governor,
Province of Saskatchewan.

Sir:

I have the honour to transmit herewith the
fourth Annual Report of the Judges of the
Provincial Court Superannuation Fund for the
year ending March 31, 1982.

I have the honour to be, Sir

Your Obedient Servant,

R. Andrew,
Minister of Finance



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Operation of the Plan

The Judges of the Provincial Court Superannuation Fund was established in accordance with Section 27(1) of The Provincial Court Act to provide pensions to judges employed by the Province. Previously pensions had been provided to qualifying judges through The Magistrates' Courts Act. Judges already appointed at the time the Fund was established had the option of retaining the benefits of The Magistrates' Courts Act, or opting to contribute to the Fund and earning a pension under The Provincial Court Act. Service under The Magistrates' Courts Act is included as service in the calculation of pensions under The Provincial Court Act.

The Fund is credited with contributions or interest paid by judges and with interest earned on the investment of moneys in the Fund. Payments may be made out of the Fund for pensions, annuities, supplementary allowances, refunds and interest. Any deficiency in the Fund shall be paid out of the Consolidated Fund.

The payment of annuities to retired magistrates or widows of retired magistrates, under provision of The Magistrates' Courts Act, are to be continued from the Judges of the Provincial Court Superannuation Fund. The annuities are considered to be a deficiency in the Fund and are reimbursed by way of a payment from the Consolidated Fund each fiscal year. The annuity deficiency payment for the period April 1, 1981 to March 31, 1982 amounted to \$55,735.

Contributions and Membership

During the fiscal year 1980-81 the Act was amended to require contributions by the judges as follows: For the period October 1, 1978 to December 31, 1980, judges contributed 9% of their salary to the Fund. On and after January 1, 1981 judges shall contribute 9% of their salary to the maximum deductible contribution to a registered pension plan, as allowed in the Income Tax Act (Canada) and as amended from time to time. The contribution limits include required contributions to the Canada Pension Plan.

Contributions to the Fund for the year totaled \$131,034.

There were 37 judges contributing to the Fund at March 31, 1982.

Payment of Annuities

Annuities paid to retired judges, and widows of retired judges under both The Magistrates' Courts Act and The Provincial Court Act totaled \$86,613 for the fiscal year 1981-82.

Investments

Saskatchewan Finance, Investment and Financial Services Branch is responsible for managing the investments of the Fund. The investment policy directs that the assets of the Fund shall be in long-term, high quality investments yielding the best possible return with minimum risk. At March 31, 1982 the book value of the investment portfolio was \$499,640. Of this amount \$401,423 was invested in bonds while \$98,217 was in short-term investments.

Administrative Costs

In accordance with Section 27(4) of the Act, expenses of administering the Judges of the Provincial Court Superannuation Plan are not charged to the Fund but are to be paid out of moneys appropriated by the Legislature for the purpose.

Administration of the Plan is presently assigned to the Public Employees Benefits Agency with no significant increase in the existing costs of that unit.

**Judges of The Provincial Court
Superannuation Fund**

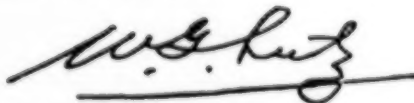
**Financial Statements
Year Ended March 31, 1982**

Auditor's Report

To the Members of the Legislative Assembly
Province of Saskatchewan

I have examined the statement of financial position of the Judges of the Provincial Court Superannuation Fund as at March 31, 1982 and the statements of members' accumulated balances and unallocated fund balance for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the fund as at March 31, 1982 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

A handwritten signature in dark ink, appearing to read 'W. G. Lutz', written over a horizontal line.

Regina, Saskatchewan,
May 17, 1982

W. G. Lutz, F.C.A.,
Provincial Auditor.

Judges of The Provincial Court Superannuation Fund
Statement of Financial Position
March 31, 1982

(With comparative figures at March 31, 1981)

Assets

	<u>1982</u>	<u>1981</u>
Cash	\$ —	\$ 1,288
Contributions receivable	13,749	17,706
Accrued interest receivable	22,274	11,973
	<u>36,023</u>	<u>30,967</u>
Investments (Note 2(a) and Schedule 1)	499,640	342,667
	<u>\$ 535,663</u>	<u>\$ 373,634</u>

Liabilities and Fund Balance

Outstanding cheques less cash on deposit	\$ 408	\$ —
Accounts payable	<u>1,426</u>	<u>3,279</u>
	<u>1,834</u>	<u>3,279</u>
Fund balance (Note 4):		
Members' accumulated balances (Statement 2)	475,765	351,803
Unallocated fund balance (Statement 3)	<u>58,064</u>	<u>18,552</u>
	<u>533,829</u>	<u>370,355</u>
	<u>\$ 535,663</u>	<u>\$ 373,634</u>

(See accompanying notes)

Statement 2

Judges of the Provincial Court Superannuation Fund
Statement of Members' Accumulated Balances
Year Ended March 31, 1982

(With comparative figures for the previous year)

	<u>1982</u>	<u>1981</u>
Balance, beginning of year	\$ 351,803	\$ 193,717
Add: Contributions by Judges	131,034	158,086
	<u>482,837</u>	<u>351,803</u>
Deduct: Transfer of contributions to unallocated fund balance re retiring judge	7,072	—
	<u>7,072</u>	<u>—</u>
Balance, end of year	<u>\$ 475,765</u>	<u>\$ 351,803</u>

(See accompanying notes)

Judges of the Provincial Court Superannuation Fund
Statement of Unallocated Fund Balance
Year Ended March 31, 1982

(With comparative figures for the previous year)

	1982	1981
Balance, beginning of year	\$ 18,552	\$ 11,447
Add: Annuity deficiency payment from Department of Finance (Note 2(c))	55,735	53,848
Investment income	63,318	33,860
Transfer of contributions from members' accumulated balances re retiring judge	7,072	—
	<u>144,677</u>	<u>99,155</u>
Deduct: Annuities paid under:		
The Magistrates' Courts Act (Note 2(c))	55,735	53,848
The Provincial Court Act	30,878	28,755
	<u>86,613</u>	<u>80,603</u>
Balance, end of year	<u>\$ 58,064</u>	<u>\$ 18,552</u>

(See accompanying notes)

Judges of The Provincial Court Superannuation Fund

Notes to Financial Statements March 31, 1982

1. Authority

The Judges of the Provincial Court Superannuation Fund was established under The Provincial Court Act to provide for the payment of pensions and allowances as authorized by that Act. The fund is credited with contributions paid by judges, as required by the Act, and with investment earnings of the fund. The Act was proclaimed in effect October 1, 1978 and the fund has legally existed since that date.

2. Significant Accounting Policies

a) Investments

The fund records investments at cost or amortized cost where applicable. Amortization of premiums or discounts is calculated on a straight line basis from acquisition date to maturity date.

Gains or losses on sales of investments are deferred and amortized over the remaining term of the security sold.

b) Administrative Costs

In accordance with section 27 (4) of The Provincial Court Act, all general administrative and employee costs required for the administration of the fund are paid out of the consolidated fund of the Province of Saskatchewan. Accordingly, no provision for such costs is included in these financial statements.

c) Annuity Deficiency Payment

Section 52 of The Provincial Court Act provides that annuities being paid under The Magistrates' Courts Act shall be paid out of the superannuation fund. Section 31 of The Provincial Court Act provides that a judge of the Magistrates Court prior to October 1, 1978 may elect to receive the benefits to which he was entitled under The Magistrates' Courts Act rather than contributing to the fund and receiving benefits as determined by The Provincial Court Act. Section 27 (3) of The Provincial Court Act provides that any deficiency in the fund shall be paid out of the consolidated fund. Accordingly, the annuities which are now or will become payable under The Magistrates' Courts Act are considered to be a deficiency and are reimbursed to the fund by way of a statutory appropriation from the Consolidated Fund each year. In addition, commencing April 1, 1982, the interpretation of the term "deficiency" has been expanded to include any amounts payable under The Provincial Court Act to superannuates which are in excess of an individual's accumulated contributions, and the reimbursements from the Consolidated Fund have been increased accordingly.

3. Actuarial Review

As at May 17, 1982 no actuarial study had been commissioned to determine whether the present assets of the fund together with future contributions by judges will eventually be sufficient to meet obligations of the fund or alternatively to determine the contribution which would be required on an annual basis, or otherwise, to fund any deficiency determined by evaluation.

4. Fund Balance

a) Members' Accumulated Balances

Members' accumulated balances represent the amounts that have been contributed by members to the plan at year-end. These balances do not represent the accrued value of retirement benefits earned by members since retirement benefits under the plan are based on years of service and salary levels.

Upon a member withdrawing from the plan, the members' accumulated contributions are refunded. Where a member superannuates, his accumulated contributions are transferred to the credit of the unallocated fund balance described in note 4(b).

b) Unallocated Fund Balance

The unallocated fund balance is composed of:

- i) the accumulated contributions at rates stipulated in "The Provincial Court Act" of all superannuates; and
- ii) investment income

reduced by pension payments made to superannuates and interest allocated to members' accumulated contributions at such time as they withdraw from the plan.

Judges of The Provincial Court Superannuation Fund**Schedule of Investments****March 31, 1982**

(With comparative figures at March 31, 1981)

	1982		1981	
	Amortized Cost	Market Value	Amortized Cost	Market Value
Government of Canada May 15, 1983 8%	\$ 24,760	\$ 23,250	\$ 24,547	\$ 22,594
Government of Canada February 1, 1984 9%	24,951	22,750	24,924	22,562
Province of Saskatchewan May 15, 2004 10%	86,630	64,250	86,026	72,250
Province of Saskatchewan April 1, 2001 10 1/4%	38,703	33,250	38,109	37,313
Province of Saskatchewan December 2, 1999 10%	86,177	72,705	84,773	81,446
Province of Saskatchewan April 1, 1986 13 3/8%	140,247	150,000	—	—
	401,468	366,205	258,379	236,165
Less unamortized gain on investments sold	(45)	—	(69)	—
	401,423	366,205	258,310	236,165
Short term investments	98,217	98,217	84,357	84,357
	<u>\$ 499,640</u>	<u>\$ 464,422</u>	<u>\$ 342,667</u>	<u>\$ 320,522</u>

